Form 3160-3 FORM APPROVED OMB No. 1004-0136 (August 1999) UNITED STATES Expires November 30, 2000 DEPARTMENT OF THE INTERIOR 5. Lease Serial No. UTU-0385 BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. la. Type of Work: X DRILL REENTER Lease Name and Well No. b. Type of Well: Oil Well X Gas Well Other | Single Zone Multiple Zone MULLIGAN 822-24H 2. Name of Operator -047-WESTPORT OIL & GAS COMPANY, L.P. 3A. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 1368 SOUTH 1200 EAST, VERNAL, UTAH 84078 (435) 781-7060 4. Location of Well (Report location clearly and in accordance with any State requirements.* 11. Sec., T., R., M., or Bik, and Survey or Area 40.110432 637961X At surface SENE 1842' FNL 846' FEL -109.381235 444 1060 SEC 24-T8S-R22E At proposed prod. Zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State 34.65 MILES SOUTHWEST OF VERNAL, UTAH UINTAH UT Distance from proposed* 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 846' 1113.52 40 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 20. BLM/BIA Bond No. on file 19. Proposed Depth REFER TO 10000' CO-1203 TOPO C 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 4896.8' GL UPON APPROVAL TO BE DETERMINED 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form: 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the Operator certification. SUPO shall be filed with the appropriate Forest Service Office. Such other site specific information and/or plans as may be required by the authorized office. 25. Signature Name (Printed/Typed) Date **DEBRA DOMENICI** 8/25/2005 manie Title ASSOCIATE ENVIRONMENTAL ANALYST Name (Printed/Typed) Date <u>BRADLEY G. HILI</u>

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

ENVIRONMENTAL SCIENTIST III

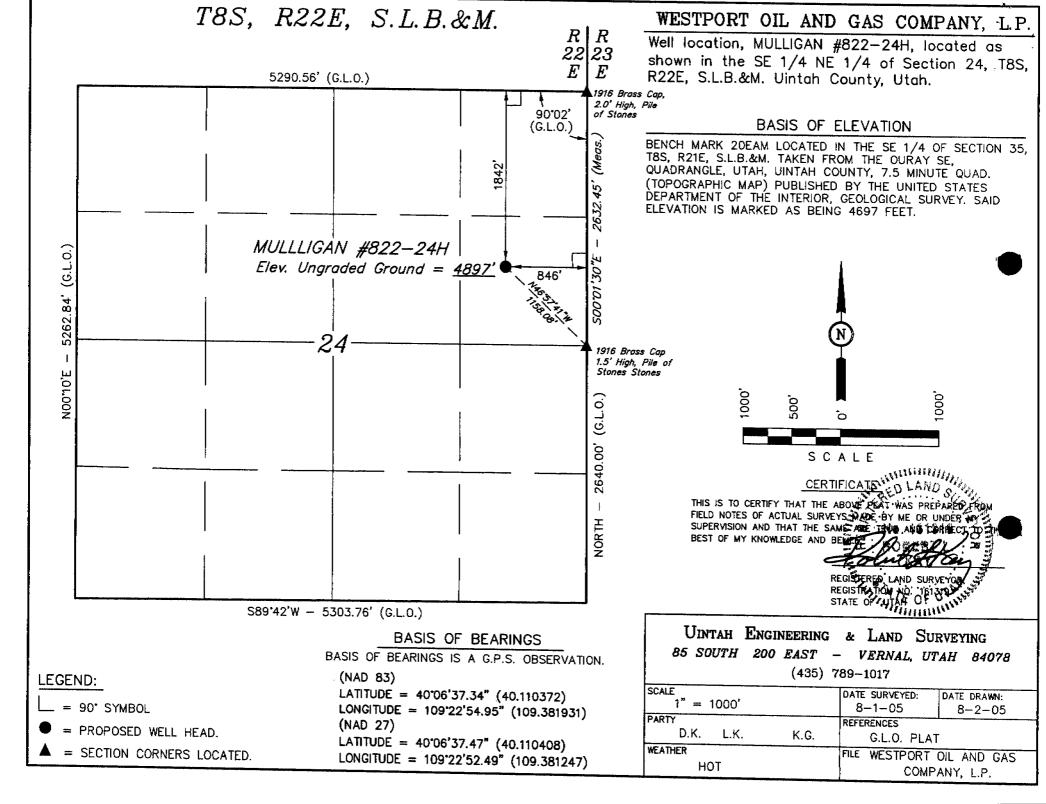
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

Federal Approval of this Action is Necessary

RECEIVED
AUG 3 0 2005



MULLIGAN 822-24H SENE SEC 24-T8S-R22E UINTAH COUNTY, UTAH UTU-0385

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	2250'
Wasatch	5660'
Mesaverde	8540'
TD	10000'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	2250'
Gas	Wasatch	5660'
Gas	Mesaverde	8540'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program.

4. <u>Proposed Casing & Cementing Program</u>:

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program.

6. Evaluation Program:

Please refer to the attached Drilling Program.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 10000' TD, approximately equals 4000 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1800 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program.

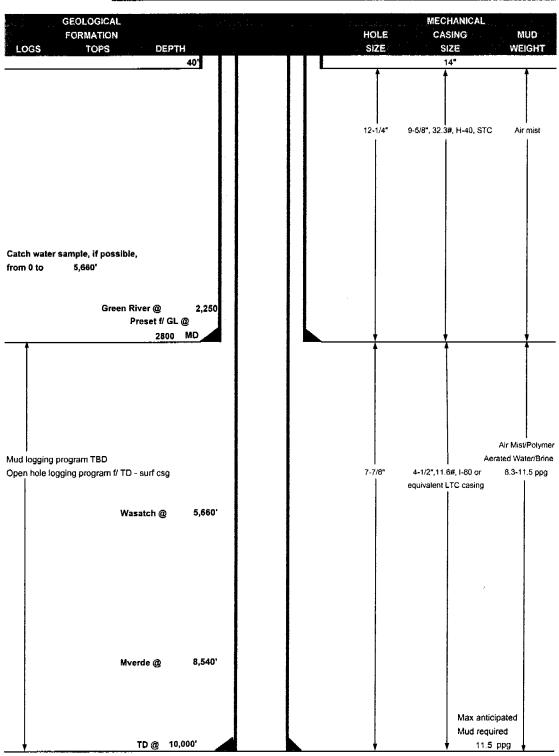
10. Other Information:

Please refer to the attached Drilling Program.



Westport Oil and Gas Company, L.P. <u>DRILLING PROGRAM</u>

COMPANY NAM	E V	Vestport Oil and Gas Co.	, L.P.	DATE	<u>A</u>	ugust 18	3, 2005		
WELL NAME	<u> </u>	MULLIGAN 822-241		מד	1	0,000'	MD/TVD		
FIELD Natur	ral Buttes	COUNTY	Uintah STATE	Utah	ELEV	ATION	4,897' G	_ к	B 4,912'
SURFACE LOCA	TION	SENE SECTION 24-TO	3S-R22E 1842'FNL (8 846'FEL				BHL	Straight Hole
		Latitude: 40.11037	2 Longitude: 1	09.381921				_	
OBJECTIVE ZON	VE(S)	Wasatch/Mesaverde		•					
ADDITIONAL INF	- 0	Regulatory Agencies:	BLM (SURF & MINE	RALS), UDOG	M, Tri-C	County F	lealth Dept.		





Westport Oil and Gas Company, L.P. DRILLING PROGRAM

CASING PROGRAM

									DESIGN FACTORS			
	SIZE	IN'	TERVA	AL S	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION		
CONDUCTOR	14"		0-40'	- '								
								2270	1370	254000		
SURFACE	9-5/ 8"	0	to	2800	32.30	H-40	STC	0.60******	1.05	3.21		
								7780	6350	201000		
PRODUCTION	4-1/2"	0	to	10000	11.60	1-80	LTC	2.06	1.06	1.99		
		1										

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

3780 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele		1		
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele				
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
-		+.25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		+ .25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	5,160'	Premium Lite II + 3% KCI + 0.25 pps	560	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,840'	50/50 Poz/G + 10% salt + 2% gel	1350	60%	14.30	1.31
		+.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.	
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.	
		·

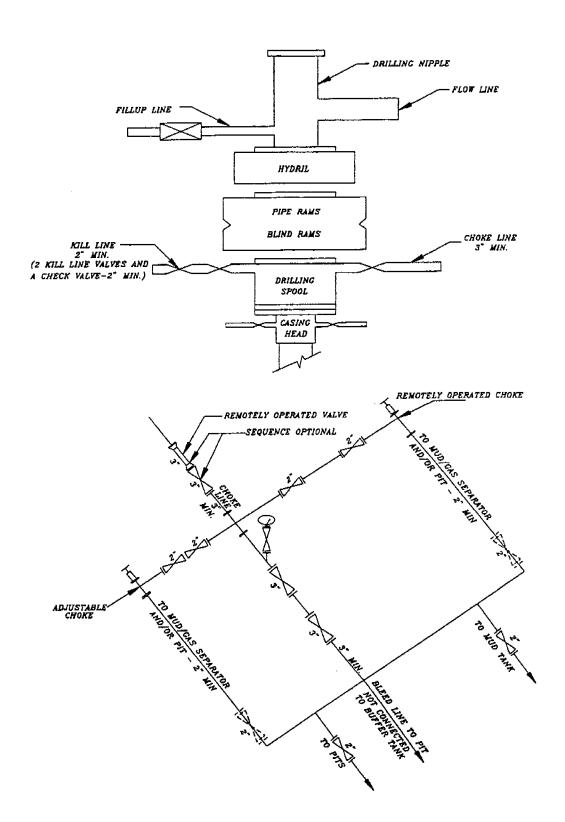
ADDITIONAL INFORMATION

	BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 (psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
	tour sheet. Function test rams on each trip. Maintain safety	valve & inside BOP on rig floor at all times. Kelly to be equipped with upper
	& lower kelly valves.	
	Drop Totco surveys every 2000'. Maximum allowable hole a	ingle is 5 degrees.
RILLING	ENGINEER:	DATE:
	Brad Laney	
	SUPERINTENDENT:	DATE:

Randy Bayne MULLIGAN822-24H_DHD_APD.xls

^{*}Substitute caliper hole volume plus 15% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



MULLIGAN 822-24H SENE SEC 24-T8S-R22E UINTAH COUNTY, UTAH UTU-0385

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Directions to the proposed location are attached.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

The proposed access road is approximately 0.15 miles +/-. Refer to Topo Map B.

The access road will be crowned (2 to 3%), ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface</u> Operating Standards for Oil and Gas Exploration and Development. 1989.

The road surface and shoulders will be kept in a safe and usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free-flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing or shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches, and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells Within a 1-Mile Radius

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5 Y 6/2) as determined during the on-site inspection.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Refer to Topo Map D for the placement of the proposed pipeline.

Variances to Best Management Practices (BMPs) Requested:

Approximately 843' of 4" steel pipeline will be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurate bedrock, such as sandstone, is at or within 2 feet of the surface.

5. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec.32, T4S,R3E, Water User Claim #43-8496, Application #53617.

Where available a 2" or 3" poly pipe will be installed with the existing rights-of-way to supply water during drilling and completion operations. There will be no new disturbance needed and the poly line will be removed after completion operations. The fresh water will be supplied from the power plant located within the following Sections 23, 24, 25, 26, 35, & 36, T8S, R23E.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec.35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E. (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring of the pit, the stockpiled topsoil will be spread evenly over the location and the location will be reseeded with Crested Wheatgrass.

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. Surface Ownership:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435) 789-1362

12. Stipulations:

Critical Soils:

There will be no construction when wet due to critical soils.

13. Other Information:

A Class III archaeological survey and a paleontological survey have been completed and the reports will be submitted separately.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance. The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

Seed Mixture:

The following seed mixture will be used during interim reclamation:

Crested Wheatgrass 12 lb/acre

Operator will contact the BLM for the seed mixture when final reclamation of the location occurs.

13. Lessee's or Operators's Representative & Certification:

Debra Domenici Associate Environmental Analyst Westport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435) 781-7060 Randy Bayne Drilling Manager Westport O&G Co. 1368 South 1200 East Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Westport Oil &Gas Company is considered to be the operator of the subject well. Westport Oil & Gas Company agrees to be responsible under the terms and the conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by BLM Nationwide Bond #CO-1203.

I hereby certify that the proposed drill site and access route has been inspected and that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Debra Domenici

August 25, 2005

Date

WESTPORT OIL AND GAS COMPANY, L.P. MULLIGAN #822-24H SECTION 24, T8S, R22E, S.L.B.&M.

PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.9 MILES TO THE JUNCTION OF STATE HIGHWAY 45; EXIT RIGHT AND PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 19.2 MILES ON STATE HIGHWAY 45 TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 3.8 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST: TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 4.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.15 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN RIGHT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; PROCEED IN A NORTHEASTERLY DIRECTION AND APPROXIMATELY 0.35 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #822-24G TO THE SOUTHEAST; FOLLOW ROAD FLAGS IN A SOUTHEASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE PROPOSED #822-24G AND THE BEGINNING OF THE PROPOSED ACCESS TO THE EAST; FOLLOW ROAD FLAGS IN AN EASTERLY DIRECTION APPROXIMATELY 0.15 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 34.65 MILES.

WESTPORT OIL AND GAS COMPANY, L.P.

MULLIGAN #822-24H LOCATED IN UINTAH COUNTY, UTAH SECTION 24, T8S, R22E, S.L.B.&M.

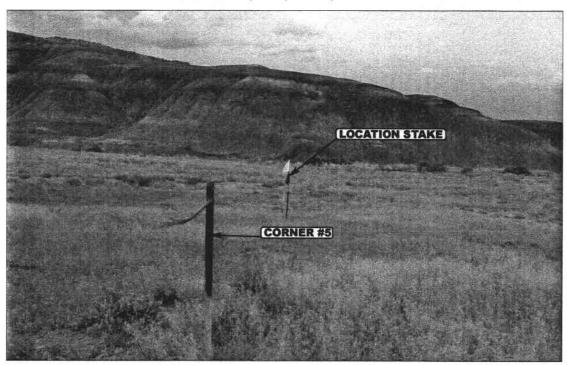


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY

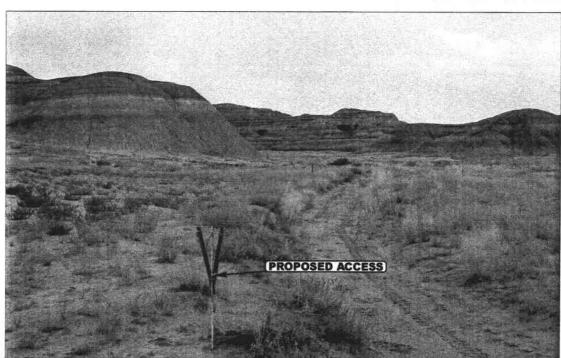


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: EASTERLY



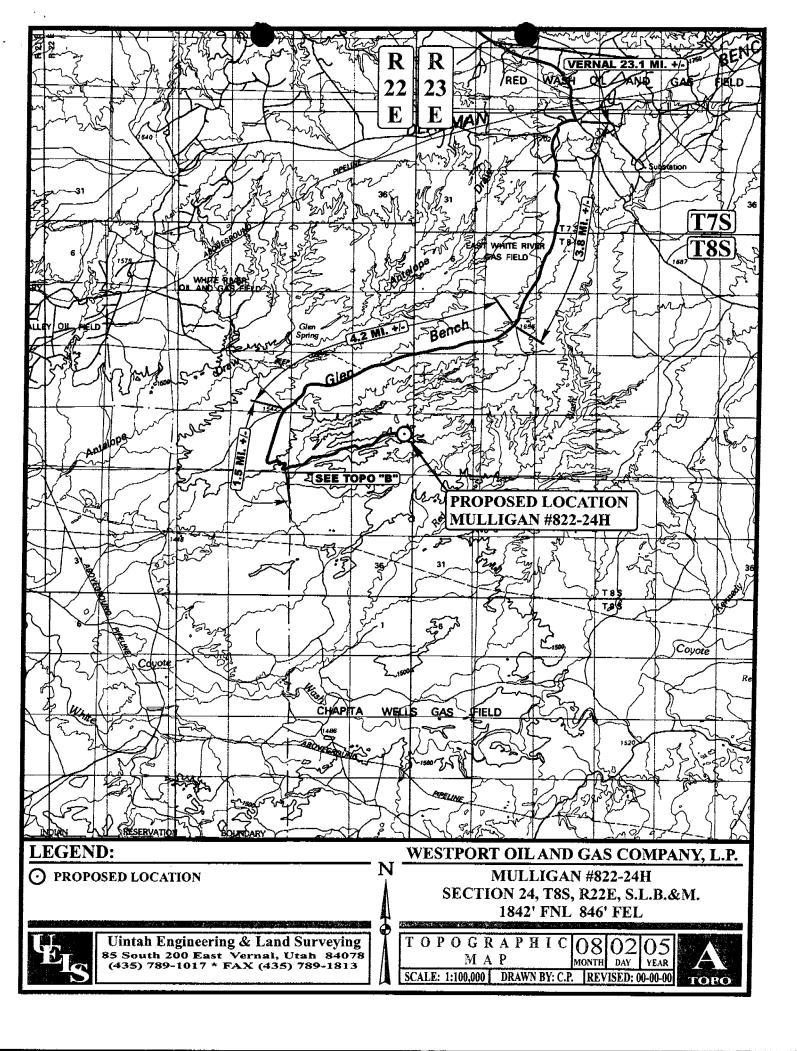
Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

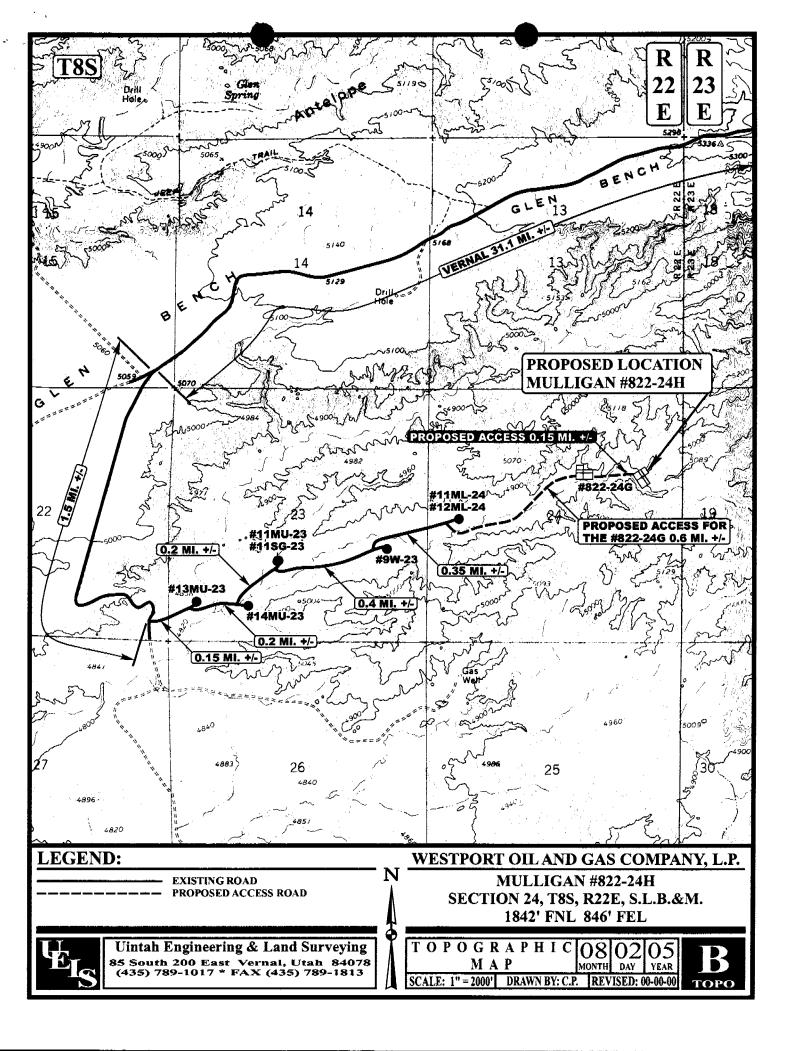
LOCATION PHOTOS

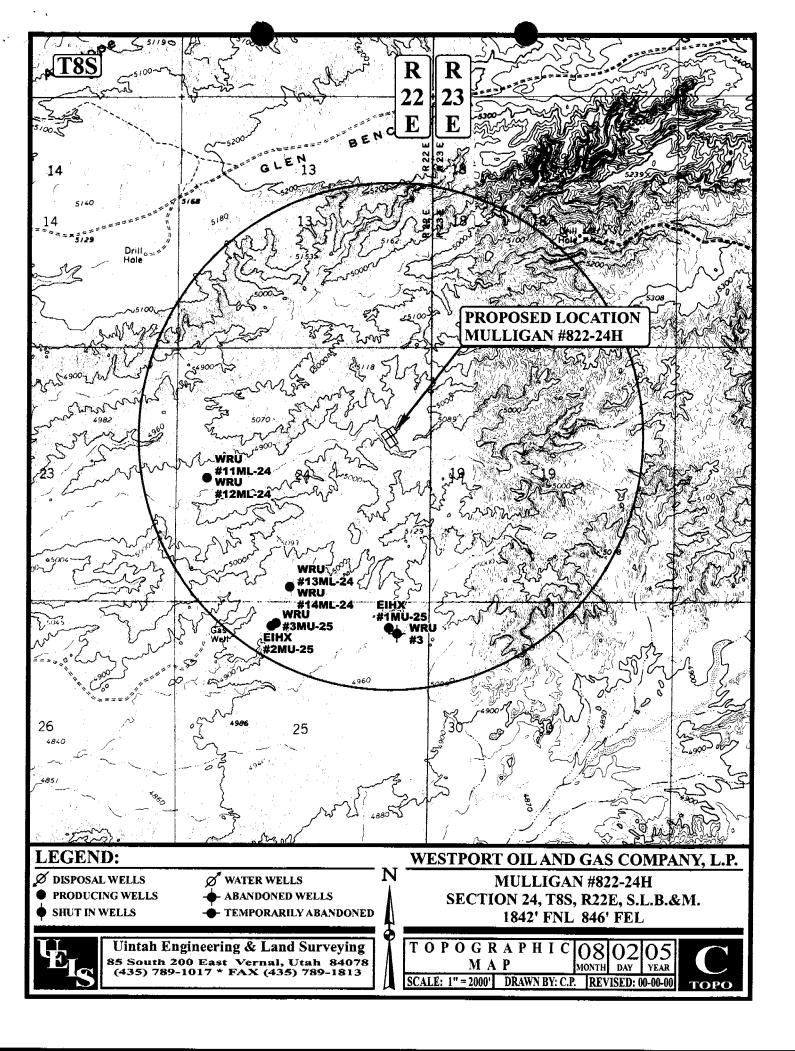
08 02 05 MONTH DAY YEAR

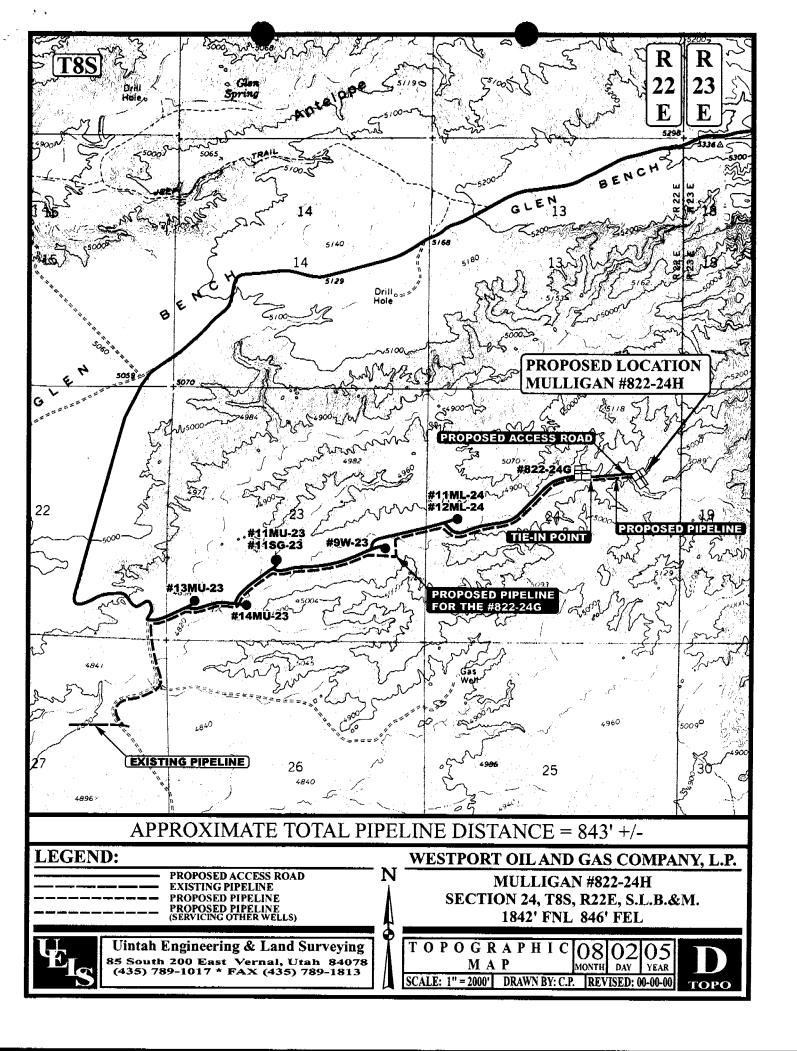
РНОТО

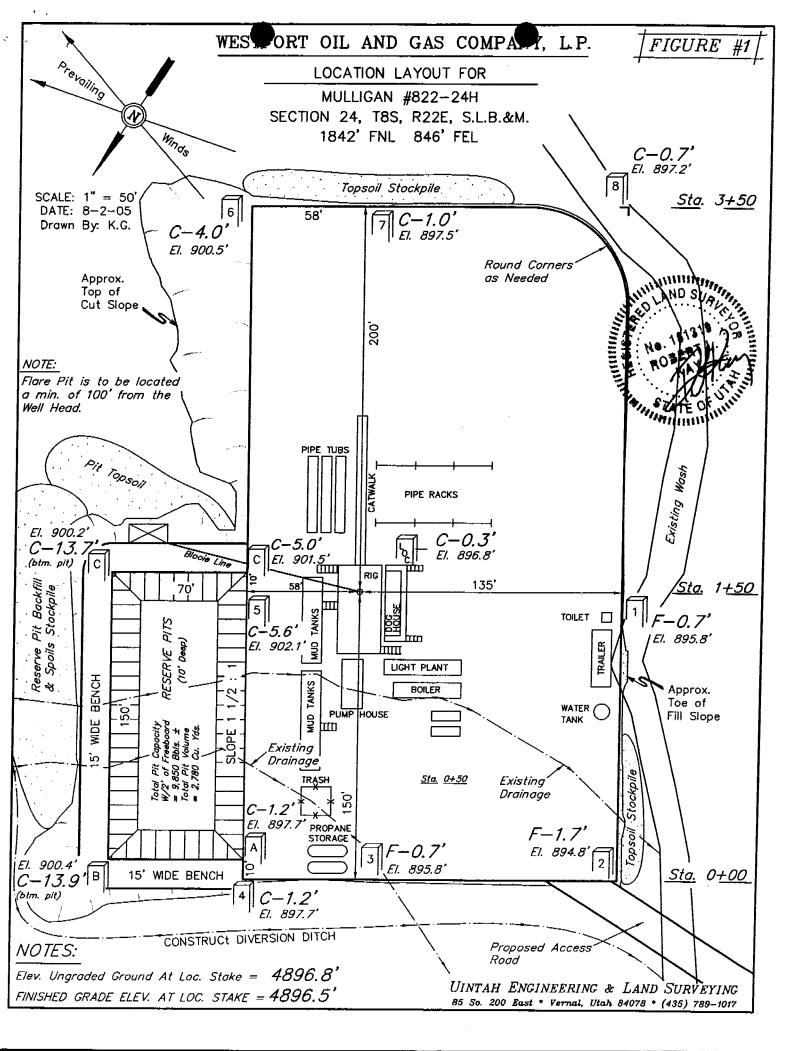
TAKEN BY: D.K. DRAWN BY: C.P. REVISED: 00-00-00

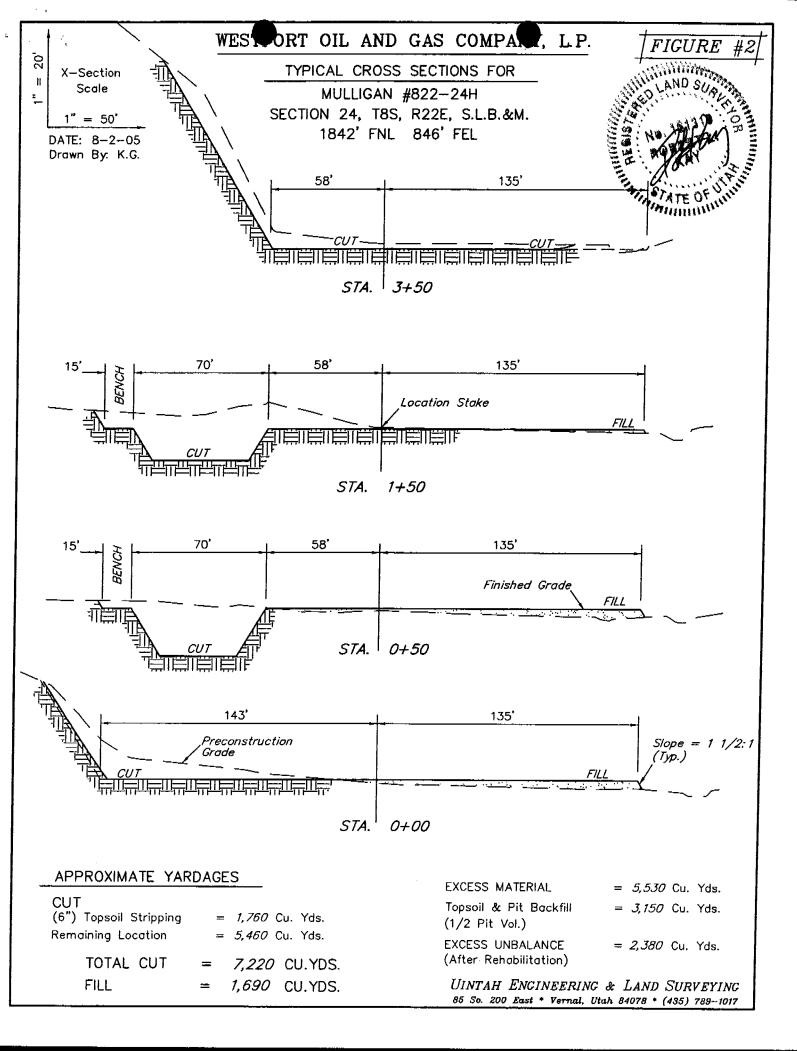




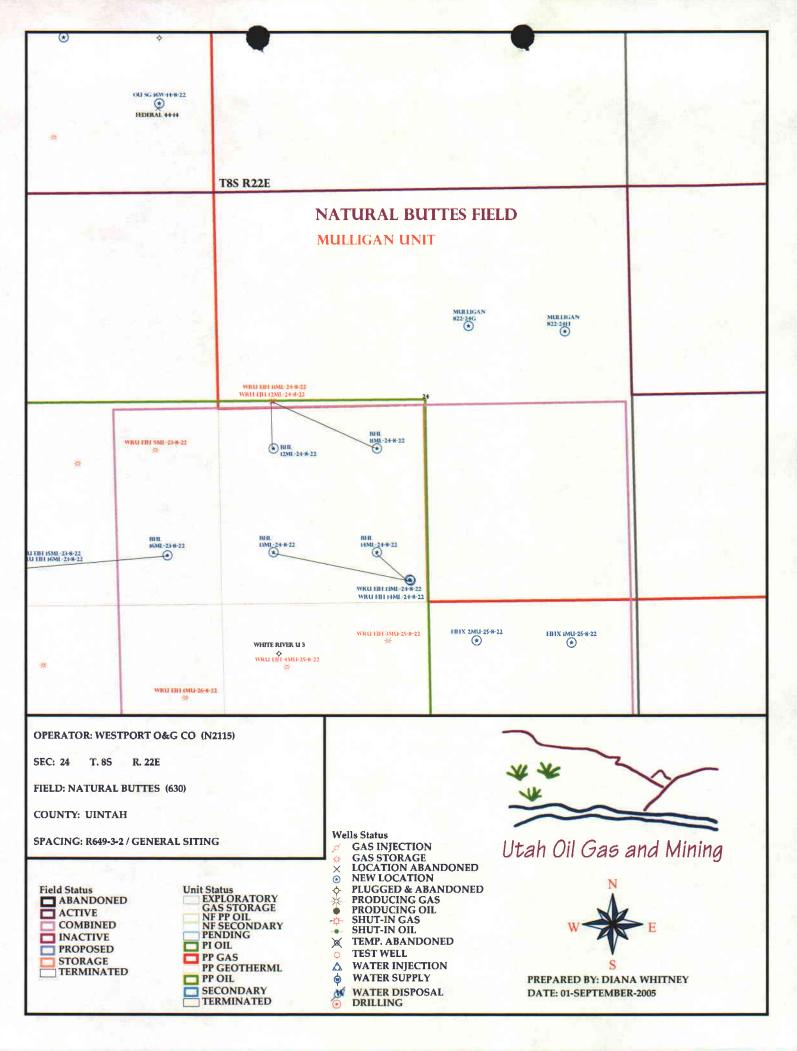








APD RECEIVE	D: 08/30/2005	API NO. ASSIGNE	D: 43-047-3707	'7
OPERATOR:	MULLIGAN 822-24H WESTPORT OIL & GAS CO (N2115) DEBRA DOMENICI	PHONE NUMBER: 43	35-781-7060	
PROPOSED LO SENE	CATION: 24 080S 220E	INSPECT LOCATN	BY: / /	
	1842 FNL 0846 FEL 1842 FNL 0846 FEL	Tech Review	Initials	Date
HATNIU		Engineering		
NATURAL		Geology		
	1 - Federal R: UTU-0385	Surface		
PROPOSED FO	ER: 1 - Federal RMATION: WSMVD HANE WELL? NO	LATITUDE: 40.11		
Plat Bond: (No. Potas N oil S Water (No. RDCC (Dat	D/OR REVIEWED: Fed[1] Ind[] Sta[] Fee[] CO-1203	R649-3-3. E Drilling Uni Board Cause Eff Date: Siting:	eneral com Qtr/Qtr & 920'; xception	
COMMENTS:	s: 1- Coden O Appr	-ova		
	2-Spacing Stif	:		



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

September 1, 2005

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2005 Plan of Development Mulligan, Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2005 within the Mulligan Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ Wasatch-MesaVerde)

43-047-37077 Mulligan 822-24H Sec 24 T08S R22E 1842 FNL 0846 FEL 43-047-37078 Mulligan 822-24G Sec 24 T08S R22E 1750 FNL 2071 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Mulligan Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:9-1-05



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

September 1, 2005

Westport Oil & Gas Company LP 1368 South 1200 East Vernal, UT 84078

Re:

Mulligan 822-24H Well, 1842' FNL, 846' FEL, SE NE, Sec. 24, T. 8 South, R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37077.

Sincerely,

Gil Hunt حر

Associate Director

K. Michael Whiteon

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Westport Oil & Gas Company LP						
Well Name & Number	Mulligan 822-24H						
API Number:	43-047-37077						
Lease:	UTU-0385						
Location: SE NE	Sec. 24	T. 8 South	R. 22 East				

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.



Form 3160-3 (August 1999) AUG 2 5 2005

BLM VERNAL, UTAH

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

UNITED STATES

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

5. Lease Serial No. UTU-0385

	010-0363
6.	If Indian, Allottee or Tribe Name

APPLICATION FOR PERI	MIT TO DRIL	L OR REEN	TER	6. If Indian, Allottee or I	ribe Name
la. Type of Work: X DRILL	REENTER			7. If Unit or CA Agreement 1971	ent, Name and No.
b. Type of Well: Oil Well X Gas Well	Other	Single Zone	Multiple Zone	8. Lease Name and Well MULLIGAN	
2. Name of Operator WESTPORT OIL & GAS COMPANY, L.P.				\$3047	37077
3A. Address 1368 SOUTH 1200 EAST, VERNAL, UTAH		lo. <i>(include area co</i> (435) 781-7		10. Field and Pool, or Ex	ploratory
4. Location of Well (Report location clearly and in accor At surface SENE 1842' FNL 846' FEL	dance with any State rec	quirements.*)		11. Sec., T., R., M., or Bl	•
At proposed prod. Zone				SEC 24-T8	
14. Distance in miles and direction from nearest town or p 34.65 MILES SOUTHWEST OF VERNAL, U				12. County or Parish UINTAH	13. State UT
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)		Acres in lease	17. Spacing Unit de	dicated to this well	
	EFER TO 19. Propose		20. BLM/BIA Bono		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 4896.8' GL	22. Approx	imate date work wi		23. Estimated duration TO BE DETE	RMINED
	24. /	Attachments			
The following, completed in accordance with the requirem	nents of Onshore Oil and	Gas Order No. 1, s	shall be attached to the	s form:	
Well plat certified by a registered surveyor.		4. Bond to co	ver the operations ur	iless covered by an existing l	oond on file (see
2. A Drilling Plan.		Item 20 abo	ove).		•
3. A Surface Use Plan (if the location is on National Fores	st System Lands, the	5. Operator ce	rtification.		
SUPO shall be filed with the appropriate Forest Service	: Office.	6. Such other authorized	•	on and/or plans as may be re	quired by the
25. Signature	Na	me (Printed/Typed)		Date	8/25/2005
Title Phanton	!	Di	EBRA DOMENI		6/25/2005
Approved by (Signature))	ASSOCIATE ENV	IRONMENTAL mc (Printed/Typed)	L ANALYST	Date	
Howay 12 Cleaving		1	ccepted by ti	ne lo	1/14/2006
Title Assistant Field Assistant Suscember	Offi Offi	Oil,	Gas and Mir	ing	
Application approval does not warrant or certify that the a operations thereon.	pplicant holds legal or e	quitable tit	RECORD	the which would entitle the	ne applicant to conduc
Conditions of approval, if any, are attached.					
Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1				nake to any department or ag	ency of the United
States any false, fictitious or fraudulent statements or repre	esentations as to any ma	tter within its jurisc	liction.		

NOTICE OF APPROVAL

*(Instructions on reverse)

JAN 2 5 2006

TECHNED

CONDITIONS OF APPROVAL ATTACHED

Page 1 of 6 Well No: Mulligan 822-24H 12/21/2005



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

VERNAL FIELD OFFICE

170 South 500 East **VERNAL. UT 84078** (435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

Westport Oil & Gas Company, L.P. Location:

SENE, Sec. 24, T8S, R22E

Well No:

Mulligan 822-24H

Lease No:

UTU-0385

API No:

43-047-37077

Agreement:

Mulligan Unit

Petroleum Engineer:

Matt Baker Michael Lee

Office: 435-781-4490 Office: 435-781-4432

Cell: 435-828-4470 Cell: 435-828-7875

Petroleum Engineer: Supervisory Petroleum Technician:

Jamie Sparger

Office: 435-781-4502

Cell: 435-828-3913

Environmental Scientist:

Paul Buhler Karl Wright

Office: 435-781-4475 Office: 435-781-4484

Cell: 435-828-4029

Environmental Scientist: Natural Resource Specialist:

Holly Villa Melissa Hawk

Office: 435-781-4404 Office: 435-781-4476

Natural Resource Specialist: After hours contact number: (435) 781-4513

FAX: (435) 781-4410

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Holly Villa)

- Forty-Eight (48) hours prior to construction of location and

access roads.

Location Completion (Notify Holly Villa)

- Prior to moving on the drilling rig.

Spud Notice (Notify PE)

- Twenty-Four (24) hours prior to spudding the well.

Casing String & Cementing (Notify SPT)

- Twenty-Four (24) hours prior to running casing and cementing all casing strings.

BOP & Related Equipment Tests (Notify SPT)

- Twenty-Four (24) hours prior to initiating pressure tests.

First Production Notice (Notify PE)

- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well No: Mulligan 822-24H 12/21/2005

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If any paleontological or cultural materials are encountered, stop work immediately and report the find to this office.
- Paint all facilities Fuller O'Brian color Carlsbad Canyon (2.5Y 6/2). Any paint brand may be used provided the colors match.
- The interim seed mix for this location shall be:

Crested Wheatgrass

Agropyron cristatum

6 lbs. /acre

Western Wheatgrass

Agrpyoron smithii

6 lbs. /acre

All pounds are in pure live seed.

Reseeding may be required if first seeding is not successful.

- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Following well plugging and abandonment, the location, access roads, pipelines, and
 other facilities shall be reclaimed. All disturbed surfaces shall be reshaped to
 approximate the original contour; the top soil respread over the surface; and, the surface
 revegetated. The surface of approved staging areas where construction activities did
 not occur may require disking or ripping and reseeding.
- The authorized officer may prohibit surface disturbing activities during wet and muddy periods to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- The pipeline will be buried up to the point where Questar has a surface pipeline. This
 will result in the entire pipeline from the 822-24H to 822-24G being buried.

Page 3 of 6 Well No: Mulligan 822-24H 12/21/2005

DOWNHOLE CONDITIONS OF APPROVAL

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

Casing cementing operations for production casing shall return cement to surface.

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well. Any changes in operation must have prior approval from the BLM, Vernal Field Office Petroleum Engineers.
- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) will remain in use until the well is completed or abandoned. Closing unit controls must remain unobstructed and readily accessible at all times. Choke manifolds must be located outside of the rig substructure.
- All BOPE components will be inspected daily and those inspections shall be recorded in
 the daily drilling report. Components shall be operated and tested as required by
 Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE
 pressure tests must be performed by a test pump with a chart recorder and <u>NOT</u> by the
 rig pumps. Test must be reported in the driller's log.
- BOP drills must be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- All shows of fresh water and minerals will be reported and protected. A sample will be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows will be adequately tested for commercial possibilities, reported, and protected.

Page 4 of 6 Well No: Mulligan 822-24H 12/21/2005

- No location will be constructed or moved, no well will be plugged, and no drilling or
 workover equipment will be removed from a well to be placed in a suspended status
 without prior approval of the BLM, Vernal Field Office. If operations are to be suspended
 for more than 30 days, prior approval of the BLM, Vernal Field Office must be obtained
 and notification given before resumption of operations.
- Chronologic drilling progress reports must be filed directly with the BLM, Vernal Field
 Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers
 until the well is completed.
- Any change in the program must be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) must be filed for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.
- Emergency approval may be obtained orally, but such approval does not waive the
 written report requirement. Any additional construction, reconstruction, or alterations of
 facilities, including roads, gathering lines, batteries, etc., which will result in the
 disturbance of new ground, will require the filing of a suitable plan pursuant to Onshore
 Oil & Gas Order No. 1 of 43 CFR 3164.1 and prior approval by the BLM, Vernal Field
 Office.
- In accordance with 43 CFR 3162.4-3, this well must be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) will be submitted only when requested by the BLM, Vernal Field Office.
- Please submit an electronic copy of all logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM. The cement bond log must be submitted in raster format (TIF, PDF other).
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the BLM, Vernal Field Office.
- All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.

Page 5 of 6 Well No: Mulligan 822-24H 12/21/2005

- Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the BLM, Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM, Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- This APD is approved subject to the requirement that, should the well be successfully completed for production, the BLM, Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.

Well name and number.

Well location (¼¼, Sec., Twn, Rng, and P.M.).

 Date well was placed in a producing status (date of first production for which royalty will be paid).

The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).

 The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State

 Unit agreement and / or participating area name and number, if applicable.

- Communitization agreement number, if applicable.
- Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events as defined in NTL3A, will be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water

Page 6 of 6 Well No: Mulligan 822-24H 12/21/2005

analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

Unless the plugging is to take place immediately upon receipt of oral approval, the Field
Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging
of the well, in order that a representative may witness plugging operations. If a well is
suspended or abandoned, all pits must be fenced immediately until they are backfilled.
The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within
30 days after the actual plugging of the well bore, showing location of plugs, amount of
cement in each, and amount of casing left in hole, and the current status of the surface
restoration.

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

ROUTING	
1. DJJ	1
2 CDW	

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:			1/6/2006			
FROM: (Old Operator):	TO: (New Or	perator):				
N2115-Westport Oil & Gas Co., LP	N2995-Kerr-M	•	c Gas Onsho	e, LP		
1368 South 1200 East	1368 S	outh 1200	East			
Vernal, UT 84078	Vernal, UT 84078					
Phone: 1-(435) 781-7024	Phone: 1-(435) 781-7024					
CA No.	Unit:		MULLIG	AN UNI	Т	
WELL NAME SEC TWN RNG		ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS	
OPERATOR CHANGES DOCUMENTATION						
Enter date after each listed item is completed						
1. (R649-8-10) Sundry or legal documentation was received from the	FORMER ope	rator on:	5/10/2006			
2. (R649-8-10) Sundry or legal documentation was received from the	NEW operator	on:	5/10/2006			
3. The new company was checked on the Department of Commerce	=		s Database	on:	3/7/2006	
4a. Is the new operator registered in the State of Utah: YES	Business Numb	er:	1355743-018	31		
4b. If NO , the operator was contacted contacted on:	•			-		
5a. (R649-9-2)Waste Management Plan has been received on:	IN PLACE					
5b. Inspections of LA PA state/fee well sites complete on:	n/a	3 LA well	s & all PA w	ells tran	sferred	
5c. Reports current for Production/Disposition & Sundries on:	ok	•				
6. Federal and Indian Lease Wells: The BLM and or the F	BIA has appro	ved the r	nerger, nar	ne chan	ge,	
or operator change for all wells listed on Federal or Indian leases of	n:	BLM	3/27/2006	BIA	not yet	
7. Federal and Indian Units:			2/27/2006			
The BLM or BIA has approved the successor of unit operator for			3/27/2006			
8. Federal and Indian Communization Agreements (" The BLM or BIA has approved the operator for all wells listed w	•		n/a			
	vision has appro	oved UIC F		sfer of A	uthority to	
Inject, for the enhanced/secondary recovery unit/project for the wa						
DATA ENTRY:	tter alsposar we	1(5) 11510 0	·			
1. Changes entered in the Oil and Gas Database on:	5/15/2006					
2. Changes have been entered on the Monthly Operator Change Sp	read Sheet on:		5/15/2006	_		
3. Bond information entered in RBDMS on:	5/15/2006	_				
4. Fee/State wells attached to bond in RBDMS on:	5/16/2006	•				
5. Injection Projects to new operator in RBDMS on:		-				
6. Receipt of Acceptance of Drilling Procedures for APD/New on:		n/a	Name Char	ige Only	•	
BOND VERIFICATION:						
1. Federal well(s) covered by Bond Number:	CO1203	•				
2. Indian well(s) covered by Bond Number:	RLB0005239	_				
3. (R649-3-1) The NEW operator of any fee well(s) listed covered by	Bond Number		RLB000523	_		
a. The FORMER operator has requested a release of liability from their bond on:						
The Division sent response by letter on:		-				
LEASE INTEREST OWNER NOTIFICATION: 4. (R649-2-10) The FORMER operator of the fee wells has been cont	acted and inform	ned by a la	tter from the	Division		
of their responsibility to notify all interest owners of this change on		5/16/2006		TIMISIAICE		
COMMENTS:		5, 10, 2000				

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

ROUTING
1. DJJ
2. CDW

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:	1/6/2006
FROM: (Old Operator):	TO: (New Operator):
N2115-Westport Oil & Gas Co., LP	N2995-Kerr-McGee Oil & Gas Onshore, LP
1368 South 1200 East	1368 South 1200 East
Vernal, UT 84078	Vernal, UT 84078
Phone: 1-(435) 781-7024	Phone: 1-(435) 781-7024

	CA No.			Unit:		MULLIC	JAN UNI	ľ	
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE	WELL	WELL]
			-		NO	TYPE	TYPE	STATUS	
FEDERAL 23-17	17	080S	230E	4304730623	6126	Federal	GW	PA	
MULLIGAN FED 8-1	08	080S	230E	4304733614	12917	Federal	GW	P	
KENNEDY WASH 3-1	03	080S	230E	4304733663	12929	Federal	GW	P	
KENNEDY WASH 11-1	11	080S	230E	4304733666	12988	Federal	GW	P	
KENNEDY WASH 14-1	14	080S	230E	4304733667	13028	Federal	GW	PA	
MULLIGAN FED 823-19P	19	080S	230E	4304735734	14444	Federal	GW	P	C
MULLIGAN 822-13G	13	080S	220E	4304736556		Federal	GW	APD	
MULLIGAN 823-18E	18	080S	230E	4304736557		Federal	GW	APD	
MULLIGAN 822-24H	24	080S	220E	4304737077		Federal	GW	APD	
MULLIGAN 822-24G	24	080S	220E	4304737078	15155	Federal	GW	P	
KENNEDY WASH 16-1	16	080S	230E	4304733589	12871	State	GW	PA	

⁴ Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

MULTIPLE LEASES

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPLICATE – Other instructions on reverse side		7. If Unit or CA/Agreement, Name and/or No.						
I. Type of Well								
Oil Well Gas Well Other				8. Well Name and No.				
2. Name of Operator		MUTIPLE WELLS						
KERR-McGEE OIL & GAS (ONSHORE LP	9. API Well No.						
3a. Address	(EDMAL LIT 0.4070	3b. Phone No. (ii		···				
1368 SOUTH 1200 EAST VERNAL, UT 84078 (435) 781-7024 Location of Well (Footage, Sec., T., R., M., or Survey Description)				10. Field and Pool, or Exploratory Area				
4. Location of Wen (roomge, Sec.,	1., K., M., or Survey Descriptio	(n)		11 0 1 0 1				
SEE ATTACHED				11. County or Parish, State	e			
SEE ATTACHED				UINTAH COUNTY, UTAH				
12. CHECK APP	ROPRIATE BOX(ES) TO I	NDICATE NATU	RE OF NOTICE,	REPORT, OR OTHER DA	ATA			
TYPE OF SUBMISSION			TYPE OF ACTIO	N				
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat		on (Start/Resume) Water Shut-Off				
Subsequent Report	Casing Repair	Fracture Treat Reclamation Well Integrity New Construction Recomplete Other CHANGE OF						
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Temporarily Abandon OPERATOR Plug Back Water Disposal						
Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for fin	operations. If the operation resultandonment Notices shall be filed at inspection.	ts in a multiple comp I only after all requir	letion or recompletion ements, including recl	n in a new interval, a Form 3160 lamation, have been completed,	0-4 shall be filed once , and the operator has			
PLEASE BE ADVISED THAT OPERATOR OF THE ATTA					RECEIVED			
KERR-McGEE OIL & GAS C					MAY 1 0 2006			
OF THE LEASE(S) FOR TH					F 1971 1 0 2000			
IS PROVIDED BY STATE O	F UTAH NATIONWIDE	BOND NO. RL	B0005237.		DIV. OF OIL. GAS & MININ			
IS PROVIDED BY STATE O	OND = C0/203	,	APPROVE	ED 5/16/08)			
BIA B	OND = RLBOOK	5239	Carlene	Russell				
14. I hereby certify that the foregoing	g is true and correct		Division of Oil,	Gas and Mining	t			
Name (Printed/Typed)				, Engineering Technic	ian			
RANDY BAYNE		DRILLING N	MANAGER					
Kanky 6, Sayou		May 9, 2006						
- (THIS SPACE	FOR FEDERAL (OR STATE USE					
Approved by		Title		Date				
Conditions of approval, if any, are attached certify that the applicant holds legal or equi which would entitle the applicant to conduct	itable title to those rights in the subj							

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or reenter an

М	ULTIPLE LEASES If Indian, Allottee or Tribe Name
6.	If Indian, Allottee or Tribe Name

abandoned well.	Use Form 3160-3 (APD)) for such proposal	ls.			
SUBMIT IN TRIPLICATE – Other instructions on reverse side					A/Agreement, Name and/or No.	
1. Type of Well Oil Well X Gas Well Other					and No.	
2. Name of Operator					WELLS	
WESTPORT OIL & GAS CO	MPANY L.P.			9. API Well N		
3a. Address 3b. Phone No. (include area code)			de area code)	1		
1368 SOUTH 1200 EAST V		(435) 781-7024		10. Field and Po	ool, or Exploratory Area	
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descript	ion)]		
				11. County or P	arish, State	
SEE ATTACHED				I IIINTAH CC	OUNTY, UTAH	
	· · · · · · · · · · · · · · · · · · ·					
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, R	EPORT, OR O	THER DATA	
TYPE OF SUBMISSION		TYI	PE OF ACTION	l		
☐ Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture Treat	Reclamatio	· ·	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		Other CHANGE OF	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon	Temporaril		OPERATOR	
		☐ Plug Back	Water Disp			
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for fin	illy or recomplete horizontally, g rk will be performed or provide operations. If the operation resi bandonment Notices shall be fil-	give subsurface locations and the Bond No. on file with ults in a multiple completion	d measured and true BLM/BIA. Required nor recompletion is	e vertical depths of red subsequent repo n a new interval a	fall pertinent markers and zones. Onts shall be filed within 30 days From 31604 shall be filed once	
EFFECTIVE JANUARY 6, 20 THE OPERATORSHIP OF 1 ONSHORE LP.	EFFECTIVE JANUARY 6, 2006, WESTPORT OIL & GAS COMPANY L.P., HAS RELINQUISHED THE OPERATORSHIP OF THE ATTACHED WELL LOCATIONS TO KERR-McGEE OIL & GAS ONSHORE LP. APPROVED 5/6/06					
	Q.		11		RECEIVED	
	D!-1	Where Russ	ull		MAY 1.0 agas	
	DIVISION Farlana	of Oil, Gas and M	lining		MAY 1 0 2006	
		Russell, Engineerin	ng technician	DIV	OF OIL GAS & MINING	
14 I hereby certify that the foregoing	r is true and correct					

Name (Printed/Typed) Title **BRAD LANEY ENGINEERING SPECIALIST** Signature Date May 9, 2006 THIS SPACE FOR FEDERAL OR STATE USE Approved by Date Conditions of approval, if any, are attacked. Approval of this notice does not warrant or certify that the applicant holds legal of equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. 5-9-06 Office

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Colorado State Office 2850 Youngfield Street Lakewood, Colorado 80215-7076

IN REPLY REFER TO:

CO922 (MM) 3106 COC017387 et. al.

March 23, 2006

NOTICE

Kerr-McGee Oil & Gas Onshore L.P. 1999 Broadway, Suite 3700

Oil & Gas

Denver, CO 80202

Merger/Name Change - Recognized

On February 28, 2006 this office received acceptable evidence of the following mergers and name conversion:

Kerr-McGee Oil & Gas Onshore L.P., a Delaware Limited Partnership, and Kerr-McGee Oil & Gas Onshore LLC, a Delaware Limited Partnership merger with and into Westport Oil and Gas Company L.P., a Delaware Limited Partnership, and subsequent Westport Oil & Gas Company L.P. name conversion to Kerr-McGee Oil & Gas Onshore L.P.

For our purposes the merger and name conversion was effective January 4, 2006, the date the Secretary of State of Delaware authenticated the mergers and name conversion.

Kerr-McGee Oil & Gas Onshore L.P. provided a list of oil and gas leases held by the merging parties with the request that the Bureau of Land Management change all their lease records from the named entities to the new entity, Kerr-McGee Oil & Gas Onshore L.P. In response to this request each state is asked to retrieve their own list of leases in the names of these entities from the Bureau of Land Management's (BLM) automated LR2000 data base.

The oil and gas lease files identified on the list provided by Kerr-McGee Oil & Gas Onshore L.P. have been updated as to the merger and name conversion. We have not abstracted the lease files to determine if the entities affected by the acceptance of these documents holds an interest in the lease, nor have we attempt to identify leases where the entity is the operator on the ground that maintains vested record title or operating rights interests. If additional documentation, for change of operator, is required you will be contacted directly by the appropriate Field Office. The Mineral Management Services (MMS) and other applicable BLM offices were notified of the merger with a copy of this notice

Please contact this office if you identify additional leases where the merging party maintains an interest, under our jurisdiction, and we will document the case files with a copy of this notice. If the leases are under the jurisdiction of another State Office that information will be forwarded to them for their action.

Three riders accompanied the merger/name conversion documents which will add Kerr-McGee Oil and Gas Onshore LLC as a principal to the 3 Kerr-McGee bonds maintained by the Wyoming State Office. These riders will be forward to them for their acceptance.

The Nationwide Oil & Gas Continental Casualty Company Bond #158626364 (BLM Bond #CO1203), maintained by the Colorado State Office, will remain in full force and effect until an assumption rider is accepted by the Wyoming State Office that conditions their Nationwide Safeco bond to accept all outstanding liability on the oil and gas leases attached to the Colorado bond.

If you have questions about this action you may call me at 303.239.3768.

/s/Martha L. Maxwell Martha L. Maxwell Land Law Examiner Fluid Minerals Adjudication

Attachment:

List of OG Leases to each of the following offices:
MMS MRM, MS 357B-1
WY, UT, NM/OK/TX, MT/ND, WY State Offices
CO Field Offices
Wyoming State Office
Rider #1 to Bond WY2357

Rider #1 to Bond WY2357 Rider #2 to Bond WY1865 Rider #3 to Bond WY1127



United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3106 (UT-922)

March 27, 2006

Memorandum

To:

Vernal Field Office

From:

Chief, Branch of Fluid Minerals

Subject:

Merger Approval

Attached is an approved copy of the merger recognized by the Bureau of Land Management, Colorado State Office. We have updated our records to reflect the merger from Westport Oil and Gas Company L.P. into Kerr-McGee Onshore Oil and Gas Company. The merger was approved effective January 4, 2006.

> Chief, Branch of Fluid Minerals

Enclosure

Approval letter from BLM COSO (2 pp)

cc:

MMS, Reference Data Branch, James Sykes, PO Box 25165, Denver CO 80225

State of Utah, DOGM, Attn: Earlene Russell, PO Box 145801, SLC UT 84114

Teresa Thompson

Joe Incardine

Connie Seare

Dave Mascarenas

Susan Bauman

MAR 2 8 2006

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company:	KERR-McGEE OII	L & GAS ONSHORE LP
Well Name:	MULLIGAN 822-24	4 <u>H</u>
Api No: 43-047-3	27077 Lease Type:	FEDERAL
Section 24 Townsh	nip 08S Range 22E	County UINTAH
Drilling Contractor	PETE MARTIN'S	RIG#BUCKET
SPUDDED:		
Date	08/02/06	
Time	9:00 AM	
How	DRY	
Drilling will Commo	ence:	
Reported by	LOU WELDON	:
Telephone #	(435) 828-7035	
Date08/03/2006	SignedCHD	

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM 6

ENTITY ACTION FORM

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address:

1368 SOUTH 1200 EAST

CITY VERNAL

state UT zíp 84078

Phone Number: (435) 781-7024

Well 1

API Number	Well Well	Name	QQ	Sec	Twp	Rng	<u> </u>	
4304737077	MULLIGAN 822-24H		OF UE		4H		22E	County
Action Code	Current Entity Number	New Entity Number	- 	pud Date	22E UINTAH Entity Assignment Effective Date			
omments:	99999	15547		8/2/2006	· · · · · · · · · · · · · · · · · · ·		8/3/06	

SPUD WELL LOCATION ON 08/02/2006 AT 0900 HRS.

Well 2

LUVE 112118H				Twp	Rng	County
LOVE 1121-18H		SENE	18	115	21E	UINTAH
Current Entity Number	New Entity Number	Spud Date		Le le	Entity Assignment Effective Date	
99999	15548	, e	/2/2006			
	99999	Number Number 99999 /5548	Current Entity New Entity Number Spage 15548	Current Entity Number New Entity Number Spud Date Number 8/2/2006	Current Entity Number New Entity Number Spud Date 8/2/2006	Current Entity New Entity Spud Date Entity Number Eff

Well 3

API Number	44611 1	Name	QQ	Sec	Twp	Rng	County
Action Code	On Code Current Entity New Entity Number Number		s	pud Dat	le .	Entit Eft	y Assignmen fective Date
mments:						1	

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity

Other (Explain in 'comments' section) (5/2000)

SHEILA UPCHEGO

Signature REGULATORY ANALYST 8/3/2006 Title

RECEIVED

AUG 0.3 2006

DIV. OF OIL, GAS & MINING

X Subsequent Report

Final Abandonment Notice

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

6. If Indian, Allottee or Tribe Name

5. Lease Serial No.

UTU-0385

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Alter Casing

Casing Repair

Change Plans

Convert to Injection

Well Integrity

Other WELL SPUD

SUBMIT IN TRIPLICATE – Other instructions on reverse side			7. If Unit or CA/Agreement, Name and/or No. MULLIGAN UNIT #UTU-80643X
1. Type of Well Oil Well X Gas Well 2. Name of Operator	Other		8. Well Name and No. MULLIGAN 822-24H
KERR-McGEE OIL & GAS	ONSHORE LP		9. API Well No.
3a. Address		3b. Phone No. (include area code)	4304737077
1368 SOUTH 1200 EAST	VERNAL, UT 84078	(435) 781-7024	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec.	, T., R., M., or Survey Descrip	tion)	NATURAL BUTTES
SENE SEC. 24, T8S, R22E	1842'FNL, 846'FEL		11. County or Parish, State UINTAH COUNTY, UTAH
12. CHECK API	PROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTIO	N
Notice of Intent	Acidize	Deepen Production	on (Start/Resume) Water Shut-Off

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

Plug Back

Fracture Treat

New Construction

Plug and Abandon

Reclamation

Recomplete

Water Disposal

Temporarily Abandon

MIRU ROCKY MOUNTAIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40', RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/ 28 SX READY MIX CMT.

SPUD WELL LOCATION ON 08/02/2006 AT 0900 HRS.

14. I hereby certify that the foregoing is true and correct				
Name (Printed/Typed)	Title			
Sheila-Upchego Regulatory Analyst				
Mille Miller	Date August 3, 2006			
THIS SPACE F	OR FEDERAL OR STAT	E USE		
Approved by	Title	Date		
Conditions of approval, if any, are attached. Approval of this notice does not ware certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	t lease			
Title 18 U.S.C. Section 1001, make it a crime to any nerson knowing	ngly and willfully to make	to any department or agency of the United States any		

false, fictitious or fraudulent statements or representations as to any inditer within its jurisdiction.

(Instructions on reverse)

X Subsequent Report

Final Abandonment Notice

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

UTU-0385

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Casing Repair

Change Plans

Convert to Injection

Other SET SURFACE

CSG.

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on reverse side				7. If Unit or CA/Agreement, Name and/or No. MULLIGAN UNIT #UTU-80643X
1. Type of Well Oil Well Gas Well 2. Name of Operator	Other			8. Well Name and No. MULLIGAN 822-24H
KERR-McGEE OIL & GAS (ONSHORE LP			9. API Well No.
3a. Address	3b. Phone No. (include area code)		4304737077	
1368 SOUTH 1200 EAST V	(435) 781-7024		10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descript	ion)		NATURAL BUTTES
				11. County or Parish, State
SENE SEC. 24, T8S, R22E 1842'FNL, 846'FEL				UINTAH COUNTY, UTAH
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE O	F NOTICE, F	REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE	E OF ACTION	1
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production Reclamation	(Start/Resume) Water Shut-Off on Well Integrity

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

Plug Back

New Construction

Plug and Abandon

Recomplete

Temporarily Abandon

Water Disposal

MIRU PIONEER RIG #54 ON 08/13/2006. DRILLED 12 1/4" SURFACE HOLE TO 2997'. RAN 9 5/8" 36# J-55 SURFACE CSG. LEAD CMT W/300 SX PREM CLASS G @11.0 PPG 3.82 YIELD. TAILED CMT W/200 SX CLASS G @15.8 PPG 1.15 YIELD. DROP PLUG ON FLY & DISPLACED W/232.4 BBLS FRESH WATER @600 PSI BUMPED PLUG W/1000 PSI FLOATS HELD. GOOD RETURNS ON PRIMARY CMT APPROXIMATELY 27 BBLS CMT (40 SX) TO RESEREVE RUN 200' OF 1" PIPE PERFORM TOP OUT W/100 SX CLASS G @15.8 PPG 1.15 YIELD. HOLE STAYED FULL. N/DN 14" CONDUCTOR MAKE ROUGH CUT 14" CONDUCTOR & 9 5/8" L/OUT SAME. WELD ON 11"X5M WH N/UP BOP TST BOP. DRILLING AHEAD.

14. I hereby certify that the foregoing is true and correct				
Name (Printed/Typed) Title	•			
Shella Upchego Reg	Regulatory Analyst			
Signature Date Aug	ust 21, 2006			
THIS SPACE FOR FI	EDERAL OR STATE USE	100000000000000000000000000000000000000		
Approved by	Title	Date		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office			
Title 18 U.S.C. Section 1001, make it a crime for any person knowingly a false, fictitious or fraudulent statements or representations as to any matter v		department or agency of the United States any		

(Instructions on reverse)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

Lease Serial No.

UTU-0385

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

abandoned well.	Use Form 3160-3 (APL)) for such proposals.		
SUBMIT IN TRIPLI	de	7. If Unit or CA/Agreement, Name and/or No. MULLIGAN UNIT #UTU-80643X		
1. Type of Well Oil Well Sas Well Other 2. Name of Operator				8. Well Name and No. MULLIGAN 822-24H
KERR-McGEE OIL & GAS C	NSHORE LP	3b. Phone No. (include are	ea code)	9. API Well No. 4304737077
3a. Address 1368 SOUTH 1200 EAST V	(435) 781-7024		10. Field and Pool, or Exploratory Area NATURAL BUTTES	
4. Location of Well (Footage, Sec., SENE SEC. 24, T8S, R22E			11. County or Parish, State UINTAH COUNTY, UTAH	
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE OF N	NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION		ТҮРЕ О	F ACTION	1
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair Change Plans	Deepen	Reclamatio	E FINIAL DOULLING
Final Abandonment Notice	Convert to Injection		Water Disp	posal

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

FINISHED DRILLING FROM 2997' TO 10,130' ON 09/02/2006. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD CMT W/490 SX PREM LITE II @11.0 PPG 3.38 YIELD. TAILED W/1835 SX 50/50 POZ @14.3 PPG 1.31 YIELD. DROP PLUG & DISPLACED W/156.5 BBLS FRESH WATER @2700 PSI BUMPED PLUG @ 3290 PSI FLOATS HELD. W/2 BBL RETURN GOOD RETURNS DURING PRIMARY CMT JOB LOST RETURNS ON START OF DISPLACEMENT. N/DN BOP & SET ON 4 1/2" PROD CSG W/110 STRING WT. ROUGH CUT CSG L/OUT SAME. CLEAN RIG MUD TANKS.

RELEASED PIONEER RIG 54 ON 09/05/2006 AT 0000 HRS.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Shejla-Upchego Reg	e Julatory Analyst					
Simulation Date	e tember 6, 2006					
THIS SPACE FOR FEDERAL OR STATE USE						
Approved by	Title	Date				
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease						
Title 18 U.S.C. Section 1001, make it a crime for any person knowingly a	nd willfully to make to any department within its jurisdiction.	Electronic United States any				
Approved by Conditions of anomyal if any are attached. Approval of this notice does not warrant or	Title Office nd willfully to make to any departs					

SEP 1 5 2006

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No. UTU-0385

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this abandoned well.		6. If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPL	ide	7. If Unit or CA/Agreement, Name and/or No. MULLIGAN UNIT #UTU-80643X				
1. Type of Well Oil Well Gas Well 2. Name of Operator	Other			8. Well Name and No. MULLIGAN 822-24H		
KERR-McGEE OIL & GAS (ONSHORE LP			9. API Well No.		
3a. Address		3b. Phone No. (include ar	rea code)	4304737077		
1368 SOUTH 1200 EAST V		10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descripti	ion)		NATURAL BUTTES		
SENE SEC. 24, T8S, R22E		11. County or Parish, State UINTAH COUNTY, UTAH				
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, RI	EPORT, OR OTHER DATA		
TYPE OF SUBMISSION		ТҮРЕ С	OF ACTION			
Notice of Intent✓ Subsequent Report☐ Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production of Reclamation Recomplete Temporarily Water Dispo	Other PRODUCTION START-UP		
				y proposed work and approximate duration thereof, vertical depths of all pertinent markers and zones.		

Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 09/25/2006 AT 10:00 AM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY.

14. I hereby certify that the foregoing is true and correct			
Name (Printed/Typed)	Title		
Sheila Upchego	Regulatory Analyst		
Mula mikan	Date October 4, 2006		
THIS SPACE	FOR FEDERAL OR STAT	TE USE	
Approved by	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not we certify that the applicant holds legal or equitable title to those rights in the subjection which would entitle the applicant to conduct operations thereon.			
Title 18 U.S.C. Section 1001, make it a crime for any person know			ed States any

KERR MCGEE OIL & GAS ONSHORE, LP

CHRONOLOGICAL HISTORY

MULLIGAN 822-24H

	SPUD Air Rig	Surface Casing	Activity		Status
7/19/06			Build Location,	, 15% complete	Pioneer 54
7/20/06			Build Location,	15% complete	Pioneer 54
7/21/06			Build Location,	15% complete	Pioneer 54
7/24/06			Build Location,	15% complete	Pioneer 54
7/25/06			Build Location,	60% complete	Pioneer 54
7/26/06			Build Location,	70% complete	Pioneer 54
7/27/06			Build Location,	85% complete	Pioneer 54
7/28/06			Build Location,	90% complete	Pioneer 54
7/31/06			Build Location,	90% complete	Pioneer54
8/01/06			Build Location,	95% complete	Pioneer 54
8/02/06			Build Location,	95% complete	Pioneer 54
8/03/06			Location Comp	lete	Pioneer 54
8/04/06	8/2/06		Set Conductor S	Spud, WOAR	Pioneer54
8/08/06	8/4/06	9 5/8" @ 1260'	Air Rig Spud, F	inish w/ Drill Rig	g Pioneer 54
8/09/06	8/4/06	9 5/8" @ 1260'	Finish with Dril	l Rig	Pioneer54
08/14/06		Csg. 9 5/8"@ an 822-24H. RURT. NU 550'-1000' @ report time		SD: 8/14/06 U 12 ¼" bit, BHA	DSS: 0 and DP and wash
08/15/06	TD: 2188' Wash and ream	Csg. 9 5/8"@ from 1000'-1260' air rig	MW: 8.6 TD. Drill from 1	SD: 8/14/06 260'-2188'. DA	DSS: 1 @ report time.
08/16/06	TD: 2777' Drill from 2188	Csg. 9 5/8"@ '-2777'. DA @ report tim	MW: 8.6 ae.	SD: 8/14/06	DSS: 2
08/17/06		Csg. 9 5/8"@ 2997 '-3018'. CCH. POOH and rs and cement surface cas	•		DSS: 3 ce casing to 2997'.

08/18/06	TD: 3018' Csg. 9 5/8"@ 2997 MW: 9.3 SD: 8/14/06 DSS: 4 Cement surf casing. ND cond, weld on head, NU and test BOPE. MU bit and MM and TIH. Drill cmt and FE @ report time.
08/21/06	TD: 6050' Csg. 9 5/8"@ 2997 MW: 9.0 SD: 8/14/06 DSS: 7 Drill f/ 2997'-6050'. DA @ report time.
08/22/06	TD: 6820' Csg. 9 5/8"@ 2997 MW: 9.4 SD: 8/14/06 DSS: 8 Drill f/ 6050'-6272'. TFNB. Drill to 6820'. DA @ report time.
08/23/06	TD: 7135' Csg. 9 5/8"@ 2997 MW: 9.5 SD: 8/14/06 DSS: 9 Drill f/ 6820'-7017'. Trip for dropping bit. Drill to 7135'. DA @ report time.
08/24/06	TD: 7560' Csg. 9 5/8"@ 2997 MW: 9.6 SD: 8/14/06 DSS: 10 Drill f/ 7135'-7560'. DA @ report time.
08/25/06	TD: 7880' Csg. 9 5/8"@ 2997 MW: 9.6 SD: 8/14/06 DSS: 11 Drill f/ 7560'-7713'. TFNB. Drill to 7880'. DA @ report time.
08/28/06	TD: 8915' Csg. 9 5/8"@ 2997 MW: 9.7 SD: 8/14/06 DSS: 14 Drill f/ 7880'-8725'. Repair #1 floor motor. (8.5hrs) Drill to 8915'. TFNB @ report time.
08/29/06	TD: 9370' Csg. 9 5/8"@ 2997 MW: 9.7 SD: 8/14/06 DSS: 15 TFNB. Drill from 8915'-9370'. DA @ report time.
08/30/06	TD: 9520' Csg. 9 5/8"@ 2997 MW: 10.2 SD: 8/14/06 DSS: 16 Drill from 9370'-9520'. TFNB @ report time.
08/31/06	TD: 9825' Csg. 9 5/8"@ 2997 MW: 10.4 SD: 8/14/06 DSS: 17 Finish bit trip. Drill f/ 9520'-9825'. DA @ report time.
09/01/06	TD: 9980' Csg. 9 5/8"@ 2997 MW: 10.7 SD: 8/14/06 DSS: 18 Drill from 9825'-9831'. TFNB. Drill to 9980'. DA @ report time.
09/05/06	TD: 10130' Csg. 9 5/8"@ 2997 MW: 10.7 SD: 8/14/06 DSS: 22 Drill from 9831'-10130' TD. CCH and short trip 30 stds. CCH for logs. POOH and run Triple Combo. TIH to 2620'. Attempt to break circulation with no returns. Mix and pump LCM pill. Build volume and regain returns. Stage in hole to TD. CCH and lay down drill string. Run and cement 4 ½" Production Casing. Set slips and release rig @ mid night 9/4/06. RDRT @ report time.
09/06/06	TD: 10130' Csg. 9 5/8"@ 2997 MW: 10.7 SD: 8/14/06 DSS: 22 RDRT. Will move to Glenn Bench 822-21H this am.
09/15/06	7AM [DAY 1] J.S.A.#1. RDMO S.C.#923-31J. ROAD RIG TO MULLIGAN #822-24H. [MUDDY ROADS] MIRU, SPOT EQUIPMENT. WELD ON RIG @ N/C TO A.P.C. NDWH,

09/18/06 PROG: 7 AM RU CUTTERS AND BJ HELD SAFETY MEETING TESTED LINES @ 8068#

ESTIMATE CMT TOP @ 1700'.

N/U 2 FRAC VALVES. MIRU DOUBLE JACK. P.T. CSG & FRAC VALVES TO 7500#. (HELD GOOD) RDMO DBL JACK. 2 PM SDF-WE. PREP TO FRAC W/ BJ ON MONDAY 9/18/06.

NOTE: PRIOR TO MIRU, CUTTERS RAN A CBL-CCL-GR LOG FROM 10,038' TO 1400'.

[STAGE#1] RIH W/ 3-3/8" PERF GUNS W/ 23 GRAM CHARGES AND .35 HOLES TO 9500' - 9503' (3SPF) 9460' - 9463' (4SPF) 9434' - 9438' (4SPF) 9404' - 9406' (3SPF) TOTAL HOLES 43 WHP = 90# BRK DN PERF @ 3966# PUMPED 207 BBL @ 47 BPM @ 5250# ISIP = 3200# FG = .77 PUMPED 2457 BBLS OF SLK WTR AND 57110# OF 30/50 SAND ISIP =3000# FG = .75 NPI = -200# MP = 7200# MR = 50 BPM AP = 5848# AR = 49.6 BPM

[STAGE#2] RIH W/ 8K CBP AND 3-3/8" PERF GUNS W/ 23 GRAM CHARGES W/ .35 HOLES TO 8910' SET CBP PUH PERF 8876' - 8880' (4SPF) 8708' - 8714' (4SPF) TOTAL HOLES 40 WHP = 250# BRK DN PERF @ 3115# PUMPED 105 BBLS @ 48 BPM @ 4546# ISIP = 2300# FG = .69 PUMPED 1183 BBLS OF SLK WTR AND 42,439# OF 30/50 SAND ISIP = 2475# FG = .71 NPI = 175# MP = 5131# MR = 51.2 AP = 4565# AR = 50.8

[STAGE#3] RIH W/ 8K CBP AND 3-3/8" PERF GUNS W/ 23 GRAM CHARGES AND .35 HOLES TO 8428' SET CBP PUH PERF 8394' - 8398' (8SPF) TOTAL HOLES 32 WHP = 130# BRK DN PERF @ 3022# PUMPED 60 BBLS @ 38.6 BPM @ 3940# ISIP = 2200# FG = .69 PUMPED 401 BBLS OF SLK WTR AND 5,845# OF 30/50 SAND ISIP = 2250# FG = .70 NPI = 50# MP = 4589# MR = 49.3 AP = 4468# AR = 48.6

[STAGE#4] RIH W/ 8K CBP AND 3-3/8" PERF GUNS W/ 23 GRAM CHARGES AND .35 HOLES TO 8153' SET CBP PUH PERF 8120' - 8123' (3SPF) 8043' - 8046' (4SPF) 8018' - 8023' (4SPF) TOTAL HOLES 41 WHP = 125# BRK DN PERF @ 2041# PUMPED 76 BBLS @ 48.3 @ 3770# ISIP = 1900# FG = .67 PUMPED1845 BBLS OF SLK WTR AND 72,314# OF 30/50 SAND ISIP = 2350# FG = .73 NPI = 450# MP = 3976# MR = 52.2 AP = 3725# AR = 50.7

RIH W/ 8K CBP TO 7900' SET CBP POOH RD CUTTERS AND BJ. SDFD @ 5:30 PM.

PUMPED 177,708# OF 30/50 SAND TOTAL JOB PUMPED 5886 BBLS TOTAL FLUID PUMPED 502 GAL DVE TOTAL JOB

09/19/06

PROG: 7AM (DAY 3) J.S.A.#4. N/D FRAC VALVES, NUBOP. R/U FLOOR & TBG EQUIPMENT. P/U 3-7/8" BIT, POBS W/R NIPPLE & RIH ON 249 JTS 2-3/8" I-80 TBG. (SLM) TBG WAS DRIFTED. TAG SD @ 7885'. R/U SWVL & PUMP. 5 PM SWI-SDFN

09/20/06

PROG: 7AM (DAY 4) J.S.A.#5. EOT @ 7885'. ESTABLISH CIRCULATION W/ 2% KCL WATER W/ RIG PUMP. C/O 15' SAND TO CBP#1 @ 7900'.

[DRLG CBP#1] @ 7900' DRILL OUT BAKER 8K CBP IN 4 MIN. 20# DIFF. RIH, TAG SD @ 8118'. C/O 35' SD.

[DRLG CBP#2] @ 8153'. DRILL OUT BAKER 8K CBP IN 6 MIN. 0# DIFF. RIH, TAG SD @ 8388'. C/O 40' SD.

[DRLG CBP#3] @ 8428'. DRILL OUT BAKER 8K CBP IN 8 MIN. 20# DIFF. RIH, TAG SD @ 8867'. C/O 45' SD.

[DRLG CBP#4] @ 8912'. DRILL OUT BAKER 8K CBP IN 6 MIN. 0# DIFF. RIH TO 9836'. TAGGED NOTHING. (333' RATHOLE) CIRCULATE WELL CLEAN. R/D SWVL. POOH & L/D 34 JTS ON FLOAT. LAND TBG ON HANGER W/ 276 JTS NEW 2-3/8" N-80 TBG. EOT @ 8764.48' & POBS W/ R NIPPLE @ 8762.28'. AVG 6 MIN PLUG & C/O 135' SD. R/D FLOOR & TBG EQUIPMENT. NDBOP, NUWH. DROP BALL DN TBG & PUMP OFF THE BIT @ 1400#. OPEN WELL TO PIT ON 20/64 CHOKE. FTP=500, SICP=900. 1 PM TURN WELL OVER TO F.B.C. LTR @ 1 PM= 5461 BBLS. RACK EQUIPMENT. NOTE: 325 JTS 2-3/8" N-80 DELIVERED

PROG: WELL ON FLOWBACK, FLOWBACK REPORT: CP: 2025#, TP: 650#, 20/64 CHK, 25 BWPH, 18 HRS, SD: TRACE, TTL BBLS FLWD: 492 BBLS, TODAYS LTR: 5461 BBLS, LOAD REC TODAY: 492 BBLS, REMAINING LTR: 4969 BBLS, TOTAL LOAD REC TO

DATE: 492 BBLS.

09/21/06

PROG: WELL ON FLOWBACK, FLOWBACK REPORT: CP: 2375#, TP: 1150#, 20/64 CHK, 43 BWPH, 24 HRS, SD: TRACE, TTL BBLS FLWD: 1032 BBLS, TODAYS LTR: 4969 BBLS, LOAD REC TODAY: 1032 BBLS, REMAINING LTR: 3937 BBLS, TOTAL LOAD REC TO DATE: 1524 BBLS.

09/22/06

PROG: 9/23/06 WELL ON FLOWBACK, FLOWBACK REPORT: CP: 1700#, TP: 975#, 20/64 CHK, 10 BWPH, 24 HRS, SD: TRACE, TTL BBLS FLWD: 300 BBLS, TODAYS LTR: 3171 BBLS, LOAD REC TODAY: 300 BBLS, REMAINING LTR: 2871 BBLS, TOTAL LOAD REC TO DATE: 3015 BBLS.

PROG: WELL ON FLOWBACK, FLOWBACK REPORT: CP: 1600#, TP: 875#, 20/64 CHK, 8 BWPH, 24 HRS, SD: CLEAN, TTL BBLS FLWD: 214 BBLS, TODAYS LTR: 2871 BBLS, LOAD REC TODAY: 214 BBLS, REMAINING LTR: 2657 BBLS, TOTAL LOAD REC TO DATE: 3229 BBLS.

09/25/06

ON SALES

09/23/06: 1228 MCF, 0 BC, 240 BW, TP: 975#, CP: 1750#, 20/64 CHK, 24 HRS, LP: 166#.

09/26/06

ON SALES

09/24/06: 1163 MCF, 0 BC, 250 BW, TP: 1100#, CP: 1650#, 20/64 CHK, 24 HRS, LP: 174#.

09/27/06

ON SALES

09/25/06: 855 MCF, 60 BC, 140 BW, TP: 915#, CP: 1639#, 20/64 CHK, 18 HRS, LP: 161#.

09/28/06

ON SALES

09/26/06: 1026 MCF, 40 BC, 150 BW, TP: 815#, CP: 1483#, 20/64 CHK, 24 HRS, LP: 185#.

09/29/06

ON SALES

09/27/06: 1045 MCF, 60 BC, 180 BW, TP: 778#, CP: 1394#, 20/64 CHK, 24 HRS, LP: 167#.

10/02/06

ON SALES

09/28/06: 996 MCF, 60 BC, 200 BW, TP: 772#, CP: 1318#, 20/64 CHK, 24 HRS, LP: 153#. 09/29/06: 1027 MCF, 60 BC, 180 BW, TP: 738#, CP: 1183#, 21/64 CHK, 24 HRS, LP: 171#. 09/30/06: 1061 MCF, 60 BC, 180 BW, TP: 681#, CP: 1099#, 21/64 CHK, 24 HRS, LP: 176#.

10/03/06

ON SALES

10/01/06: 1034 MCF, 60 BC, 180 BW, TP: 637#, CP: 1048#, 21/64 CHK, 24 HRS, LP: 155#.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: November 30, 2000

5. Lease Serial No. WELL COMPLETION OR RECOMPLETION REPORT AND LOG UTU-0385 6. If Indian, Allottee or Tribe Name Oil Well X Gas ☐ Dry Other la. Type of Well Diff. Resvr. b. Type of Completion: Work Over Deepen Plug Back New New 7. Unit or CA Agreement Name and No. Other UTU-80643X MULLIGAN UNIT 8. Lease Name and Well No. 2. Name of Operator **MULLIGAN 822-24H** KERR McGEE OIL & GAS ONSHORE LP 3a. Phone No. (include area code) 3. Address 9. API Well No. (435)-781-7024 4304737077 1368 SOUTH 1200 EAST VERNAL, UTAH 84078 4. Location of Well (Report locations clearly and in accordance with Federal requirements)* 10. Field and Pool, or Exploratory NATURAL BUTTES SENE 1842'FNL, 846'FEL 11. Sec., T., R., M., or Block and Survey or Area SEC 24, T8S, R22E At top prod. interval reported below 12. County or Parish 13. State UTAH UINTAH At total depth 17. Elevations (DF, RKB, RT, GL)* 16. Date Completed 15. Date T.D. Reached 14. Date Spudded D&A Ready to Prod. 4897'GL 09/02/06 08/02/06 09/25/06 20. Depth Bridge Plug Set: MD 10086 19. Plug Back T.D.: MD 18. Total Depth: MD 10130 TVD Was well cored? X No Yes (Submit copy) 21. Type Electric & Other Mechanical Logs Run (Submit copy of each) Was DST run? 🙇 No Yes (Submit copy) Directional Survey? No ☐ Yes (Submit copy) CBL-CCL-GR 23. Casing and Liner Record (Report all strings set in well) Slurry Vol. No. of Sks. & Stage Cementer Amount Pulled Cement Top* Bottom (MD) Hole Size Size/Grade Wt. (#/ft.) Top (MD) Type of Cement (BBL) Depth 28 SX 14" 36.7# 40' 20" 600 SX 2997' 36# 12 1/4" 9 5/8" 2325 SX 10130 11.6# 7 7/8" 4 1/2" 24. Tubing Record Depth Set (MD) Packer Set (MD) Depth Set (MD) Packer Depth (MD) Size Size Size Depth Set (MD) Packer Depth (MD) 2 3/8" 8764' 26. Perforation Record 25. Producing Intervals No. Holes Perf. Status Size Perforated Interval Bottom Formation OPEN 0.35 156 8018'-9503' 80181 9503' **MESAVERDE** A) B) C) D) 27. Acid, Fracture, Treatment, Cement Squeeze, Etc. Amount and type of Material Depth Interval PMP 5886 BBLS SLICK H2O & 177,708# 30/50 MESH SD 8018'-9503' DIV OF OIL, GAS & MINING 28. Production - Interval A Production Method Gas Water Oil Gravity Date First Test Oil Gas Hours Gravity Corr. API BBL BBL MCF Tested Production Produced Date FLOWS FROM WELL 1.228 240 24 0 09/25/06 09/23/06 Well Status Oil Gravity Oil Gas Water 24 Hr. Choke Csg. Tbg. Press. BBL Corr. API BBL MCF Press Rate Size Flwg. PRODUCING GAS WELL 1228 240 0 1750# 20/64 lsı 28a. Production - Interval B Production Method Oil Gravity Gas Water Date First Test Hours Test lOil Gas Gravity Corr. API BBL MCF BBI. Production Produced Date Tested Oil Gravity Well Status Water Oil Gas 24 Нг. Choke Csg. Tbg. Press. BBI. Corr. API BBL MCF Rate Press. Size Flwg.

SI

28b. Pro	duction - Inte	erval C								
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr.	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status		
28c. Pro	duction - Inte	rval D								
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method	
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas : Oil Ratio	Well Status		
SOLD	osition of Ga mary of Poro							31. Formatio	on (Log) Markers	
Show tests	v all importa	nt zones of	porosity and	d contents th	nereof: Core	ed intervals ar	nd all drill-stem l shut-in pressures			T
For	rmation	Тор	Bottom		Descrip	otions, Conten	ts, etc.		Name	Top Meas. Depth
WASA MESA	TCH VERDE	5494' 7950'	7950'							
33. Circl	e enclosed at	tachments:			2.	. Geologic Re	•	OST Report	4. Directional Survey	
5. Si	undry Notice	for pluggir	ng and ceme	ent verificati	ion 5.	. Core Analys	ris 7. (Other:	le records (see attached in	estructions)*
					mation is coi	mpiete and co	Title		le records (see attached in	
	Name (please print) SHEILA UPCHEGO Signature						Date	10/23/20		
-	7	1001 and	Title 43 U.S	.C. Section	1212, make it	a frime for an	y person knowing	ly and willfully to	make to any department o	or agency of the United

States any false, fictitious or fraudulent statements or representations as to any matter



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office

P.O. Box 45155 Salt Lake City, UT 84145-0155



IN REPLY REFER TO 3180 UT-922

January 18, 2007

Kerr-McGee Oil & Gas OnShore LP Attn: Duane Haley 1999 Broadway, Suite 3700 Denver, CO 80202

Re:

Initial Mesaverde Participating Area

Mulligan Unit Uintah County, Utah

Gentlemen:

The Initial Mesaverde Participating Area, Mulligan Mesa Unit, UTU80643A, is hereby approved effective as of September 22, 2006, pursuant to Section 11 of the Mulligan Unit Agreement, Uintah County, Utah.

The Initial Mesaverde Participating Area results in an Initial Participating Area of 160.00 acres and is based upon the completion of Well No. 822-24H, API No. 43-047-37077 located in the SE1/4NE1/4 of Section 24, Township 8 South, Range 22 East, SLM&B, Federal Unit Tract No. 2, on Federal Lease U0385, as a well capable of producing unitized substances in paying quantities. Copies of the approved request are being distributed to the appropriate agencies and one copy is returned herewith. Please advise all interested parties of the establishment of the Initial Mesaverde Group Formation Participating Area, Mulligan Unit, and the effective date. PA =15547

Please be advised that the Initial Mesaverde Participating Area includes Well No. 822-24G, API No. 43-037-37078, located in the SW1/4NE1/4 of Section 24, Township 8 South, Range 22 East, SLM&B. This well was determined to be non-paying by this office on July 20, 2006. Production from this well should now be reported to the Initial Mesaverde Participating Area, UTU80643A.

Sincerely,

/s/ Douglas Cook

Douglas Cook Chief, Branch of Fluid Minerals RECEIVED JAN 2 2 2007

Enclosure

DIV. OF OIL, GAS & MINING

Division of Oil, Gas and Mining

Operator Change/Name Change Worksheet-for State use only

Effective Date:

9/8/2015

NEW OPERATOR:	
QEP ENERGY COMPANY	
INDEPENDENCE PLAZA	
1050 17TH STREET STE 500	
DENVER CO 80265	
Unit(s):Mulligan	
	QEP ENERGY COMPANY INDEPENDENCE PLAZA 1050 17TH STREET STE 500 DENVER CO 80265

WELL INFORMATION:

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Туре	Status
See Attached List									

OPERATOR CHANGES DOCUMENTATION:

1. Sundry or legal documentation was received from the **FORMER** operator on:

9/22/2015

2. Sundry or legal documentation was received from the **NEW** operator on:

9/22/2015

3. New operator Division of Corporations Business Number:

764611-0143

REVIEW:

1. Surface Agreement Sundry from **NEW** operator on Fee Surface wells received on:

N/A

2. Receipt of Acceptance of Drilling Procedures for APD on:

9/22/2015

3. Reports current for Production/Disposition & Sundries:

9/22/2015

4. OPS/SI/TA well(s) reviewed for full cost bonding:

N/A

5. UIC5 on all disposal/injection/storage well(s) approved on:

N/A

6. Surface Facility(s) included in operator change:

None

7. Inspections of PA state/fee well sites complete on (only upon operators request):

N/A

NEW OPERATOR BOND VERIFICATION:

1. Federal well(s) covered by Bond Number:

ESB000024

2. Indian well(s) covered by Bond Number:

N/A

3.State/fee well(s) covered by Bond Number(s):

N/A

DATA ENTRY:

1. Well(s) update in the OGIS on:	9/23/2015
2. Entity Number(s) updated in OGIS on:	9/23/2015
3. Unit(s) operator number update in OGIS on:	9/23/2015
4. Surface Facilities update in OGIS on:	N/A
5. State/Fee well(s) attached to bond(s) in RBDMS on:	N/A
6. Surface Facilities update in RBDMS on:	N/A

LEASE INTEREST OWNER NOTIFICATION:

1. The NEW operator of the Fee (Mineral) wells has been contacted and informed by a letter from the Division

of their responsibility to notify all interest owners of this change on:

N/A

COMMENTS:

From: Kerr-McGee Oil Gas Onshore, L.P.

To: QEP Energy Company

Effective:9/8/2015

Well Name	Sec	TWN	RNG	API	Entity	Mineral	Surface	Type	Status
SRW 823-10G GR	10	08S	23E	4304753973		Federal	Federal	OW	APD
SRW 823-22H1CS	22	08S	23E	4304753980		Federal	Federal	GW	APD
SRW 823-23H1CS	23	08S	23E	4304753981		Federal	Federal	GW	APD
SRW 823-22N1CS	22	08S	23E	4304753982		Federal	Federal	GW	APD
SRW 823-10B GR	10	08S	23E	4304753983		Federal	Federal	OW	APD
SRW 823-13L1CS	13	08S	23E	4304755114		Federal	Federal	GW	APD
SRW 823-21K4BS	21	08S	23E	4304755115	****	Federal	Federal	GW	APD
KENNEDY WASH 13-1	13	08S	22E	4304733615	12926	Federal	Federal	GW	P
MULLIGAN 822-24H	24	08S	225E	4304737077	15547	Federal	Federal	GW	P
MULLIGAN 822-24G	24	08S	22E	4304737078	15547	Federal	Federal	GW	P



Independence Plaza 1050 17th Street, Suite 500 Denver, CO 80265

> Tel: 303.672.6900 Fax: 303.294.9632

September 14, 2015

Utah Division of Oil Gas and Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

Attn: Rachel Medina

RE: Request to Transfer Operator (13 wells)

Form 9 Notice of Intent Sundries

Request to Transfer Application or Permit to Drill

RECEIVED

SEP **2 2** 2015

DIV. OF OIL, GAS & MINING

Dear Ms. Medina:

Effective Tuesday, September 8, 2015, Kerr McGee Oil and Gas Onshore, LP sold thirteen wells in the South Redwash Field, Uintah County, UT, to QEP Energy Company. Enclosed please find (in duplicate) Form 9 Notice of Intent Sundry Notices requesting the change of operator, along with associated Request to Transfer Application or Permit to Drill forms for each well.

Upon approval, please send one copy to my attention at the address above and the other copy to Kerr McGee, attention Joel Malefyt. Please see his mailing address listed below:

Kerr McGee Oil and Gas Onshore, LP Attn: Joel Malefyt 1099 18th Street, Ste. 6000 Denver, CO 80202

If you have any additional questions or concerns, please don't hesitate to contact me at (303) 260-6745 or via email at laura.abrams@qepres.com.

Sincerely,

Laura Abrams

Sr. Regulatory Affairs Analyst

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURG DIVISION OF OIL, GAS AND MIN		5. LEASE DESIGNATION AND SERIAL NUMBER:
Dividion of oil, one has wine		UTU0385
SUNDRY NOTICES AND REPORTS	ON WELLS	B. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL for	nt bottom-hole depth, reenter plugged wells, or to	Y. UNIT OF CA AGREEMENT NAME: MULLIGAN UNIT
1. TYPE OF WELL OIL WELL GAS WELL OTHER	ī	3. WELL NAME and NUMBER: MULLIGAN 822-24H
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		0. API NUMBER: 4304737077
3. ADDRESS OF OPERATOR:	PHONE NUMBER:	0. FIELD AND POOL, OR WILDCAT:
P.O. BOX 173779 CITY DENVER STATE CO ZIP 8	0217 (720) 929-6824	NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1842 FNL 846 FEL	C	COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENE 24 8S 22	E S s	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT	r, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
NOTICE OF INTENT	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
9/2/2015 CHANGE TO PREVIOUS PLANS CHANGE TUBING	OPERATOR CHANGE PLUG AND ABANDON	TUBING REPAIR VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
(Submit Original Form Only) CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion: COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	OTHER: TRANSFER OF
CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	OPERATOR
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all per	tinent details including dates, depths, volumes,	etc.
Effective September 2, 2015, Kerr McGee Oil & Gas Onshor	e. L.P. respectfully requests that t	he operator be transferred to
QEP Energy Company for the above referenced Mulligan 82		
QEP Energy Company will operate the well under Nationwid		and will comply with all the
Conditions of Approval in the approved Application for Permi	it to Drill.	
> 60		
NICESTA		and an a state game,
	Ri	ECEIVED
Michael K. Watanabe	• •	
Vice President, Land	SE	P 2 2 2015
	DIV. OF	OIL, GAS & MINING
NAME (BLEASE DRINT) Matthew J. Miller	Land Manage	
NAME (PLEASE PRINT) IVALUTE INVITIES	TITLE Land Manage	
SIGNATURE // W	— DATE A PROVI	

(This space for State use only)

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Request to Transfer Application or Permit to Drill

(This form should accompany a Sundry Notice, Form 9, requesting APD transfer)

Well name:	MULLIGAN 822-24H					
API number:	4304737077					
Location:	Qtr-Qtr: SENE Section: 24 Township: 8S Range: 22E					
Company that filed original application:	WESTPORT OIL & GAS COMPANY, L.P.					
Date original permit was issued:	09/01/2005					
Company that permit was issued to:	WESTPORT OIL & GAS COMPANY, L.P.					

Check one	Desired Action:		
	Transfer pending (unapproved) Application for Permit to Drill to new operator		
	The undersigned as owner with legal rights to drill on the property, hereby verifies that the information as submitted in the pending Application for Permit to Drill, remains valid and does not require revision. The new owner of the application accepts and agrees to the information and procedures as stated in the application.		
✓	Transfer approved Application for Permit to Drill to new operator		
	The undersigned as owner with legal rights to drill on the property as permitted, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.		

Following is a checklist of some items related to the application, which should be verified.		
If located on private land, has the ownership changed?		1
If so, has the surface agreement been updated?		1
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?		1
Have there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?		1
Have there been any changes to the access route including ownership or right-of-way, which could affect the proposed location?		✓
Has the approved source of water for drilling changed?		1
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?		✓
Is bonding still in place, which covers this proposed well? Bond No. WYB000291	1	

Any desired or necessary changes to either a pending or approved Application for Permit to Drill that is being transferred, should be filed on a Sundry Notice, Form 9, or amended Application for Permit to Drill, Form 3, as appropriate, with necessary supporting information as required.

Name (please print) MICHAEL K. WATANARE	Title VICE PRESIDENT, LAND
Signature	Date 09/02/2015
Representing (company name) QEP ENERGY COMPANY	

The person signing this form must have legal authority to represent the company or individual(s) to be listed as the new operator on the Application for Permit to Drill.